

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2003

(In Thousands)

	STATE EMPLOYEES' DEFERRED COMPENSATION FUNDS	LEGISLATIVE RETIREMENT FUND	STATE POLICE RETIREMENT FUND
ADDITIONS			
Contributions:			
From participants	\$ 156,396	\$ 234	\$ 1,579
From employers	-	2,947	55,552
From other plans	3,149	-	-
Investment Income:			
Net appreciation (depreciation) in fair value of investments	272,691	21,351	113,587
Interest, dividends, and other	82,761	3,354	21,625
Securities lending income	-	-	505
Less Investment Expense:			
Investment activity expense	-	417	1,921
Securities lending expense	-	-	418
Net investment income (loss)	355,452	24,288	133,377
Miscellaneous income	523	1,080	-
Total Additions	515,519	28,549	190,509
DEDUCTIONS			
Benefits paid to participants or beneficiaries	279,429	7,738	70,152
Medical, dental, and life insurance for retirants	-	3,644	27,036
Refunds and transfers to other systems	159	168	-
Administrative expense	6,607	298	423
Transfers to other funds	-	-	1
Total Deductions	286,194	11,848	97,612
Net increase (decrease)	229,325	16,701	92,897
Net assets held in trust for pension, postemployment health-care, and other employee benefits - Beginning of fiscal year	2,749,746	140,431	886,331
Net assets held in trust for pension, postemployment health-care, and other employee benefits - End of fiscal year	\$ 2,979,071	\$ 157,132	\$ 979,228
Reconciliation of Net Increase in Assets:			
Net increase (decrease) in assets held in trust for pension benefits	\$ -	\$ 14,953	\$ 88,811
Net increase (decrease) in assets held in trust for postemployment benefits	-	1,748	4,086
Net increase (decrease) in assets held in trust for other employee benefits	229,325	-	-
Total net increase (decrease)	\$ 229,325	\$ 16,701	\$ 92,897

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2003

(In Thousands)

	STATE EMPLOYEES' RETIREMENT FUND	PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND	JUDGES' RETIREMENT FUND	STATE EMPLOYEES' DEFINED CONTRIBUTION RETIREMENT FUND	TOTALS
ADDITIONS					
Contributions:					
From participants	\$ 91,330	\$ 426,479	\$ 2,740	\$ 16,821	\$ 695,579
From employers	400,130	1,355,315	-	49,666	1,863,610
From other plans	-	-	-	28	3,177
Investment Income:					
Net appreciation (depreciation) in fair value of investments	1,041,687	3,890,676	28,958	39,821	5,408,771
Interest, dividends, and other	197,924	728,816	5,946	5,392	1,045,817
Securities lending income	4,484	17,032	144	-	22,164
Less Investment Expense:					
Investment activity expense	17,614	64,840	368	-	85,160
Securities lending expense	3,669	14,069	119	-	18,276
Net investment income (loss)	1,222,811	4,557,614	34,560	45,214	6,373,315
Miscellaneous income	-	42	265	169	2,079
Total Additions	1,714,272	6,339,449	37,565	111,898	8,937,761
DEDUCTIONS					
Benefits paid to participants or beneficiaries	701,664	2,180,574	16,728	25,125	3,281,410
Medical, dental, and life insurance for retirants	354,085	558,683	565	-	944,012
Refunds and transfers to other systems	120	13,707	1	30	14,185
Administrative expense	5,179	70,857	500	3,928	87,791
Transfers to other funds	58,224	68	-	-	58,293
Total Deductions	1,119,272	2,823,889	17,794	29,082	4,385,691
Net increase (decrease)	594,999	3,515,560	19,770	82,816	4,552,070
Net assets held in trust for pension, postemployment health-care and other employee benefits - Beginning of fiscal year	8,371,526	30,327,831	234,760	335,228	43,045,854
Net assets held in trust for pension, postemployment health-care and other employee benefits - End of fiscal year	\$ 8,966,526	\$ 33,843,391	\$ 254,531	\$ 418,044	\$ 47,597,924
Reconciliation of Net Increase in Assets:					
Net increase (decrease) in assets held in trust for pension benefits	\$ 650,154	\$ 3,391,829	\$ 19,619	\$ 82,816	\$ 4,248,183
Net increase (decrease) in assets held in trust for postemployment benefits	(55,155)	123,731	151	-	74,562
Net increase (decrease) in assets held in trust for other employee benefits	-	-	-	-	229,325
Total net increase (decrease)	\$ 594,999	\$ 3,515,560	\$ 19,770	\$ 82,816	\$ 4,552,070